

€ FILE#5001/044

Michael O. Leavitt Governor David T. Terry Director 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax)

John D. Hechtle P.O. Box 35 Orem, Utah 84057

March 9, 1998

Re: Approval, Notice of Intent to Commence Small Mining Operations, ML-46957 T. 27 S., R. 9 W. Section 16, NW¼NE¼, DOGM # S/001/044

Dear Mr. Hechtle:

The School and Institutional Trust Lands Administration is in receipt of your check, No. 4452, in the amount of \$1,000.00, as satisfaction of the reclamation bonding requirement for mine related activity as outlined in your Notice of Intent (NOI) to commence a small mining operation, dated February 3, 1998. I would also like to thank you for filing a more specific map which more accurately defines those areas from which you intend to extract material. The additional map and bonding has satisfied the concerns of the School and Institutional Trust Lands Administration as outlined in my letter of February 9, 1998. You now have the administrations approval to commence with your operations as presented in your NOI.

As your proposed mining activity will take place on land which has been previously mined you will not be required to perform a cultural survey. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical, or paleontological remains be encountered during your operations you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.

Trust Lands Administration approval to commence exploration or mining does not alleviate the necessity to comply with the requirements of the Division of Oil, Gas and Mining. You must contact them and comply with their requirements before commencing with any exploration or development. The address of the Division of Oil, Gas and Mining is 1594 West North Temple, Suite # 1210, P. O. Box 145801, Salt Lake City, Utah 84114.

If you have any questions please contact me the phone or address on this letterhead.

Sincerely,

William M. Stokes

Minerals Resource Specialist

cc: Tom Munson, DOGM